

San José-Santa Clara Treatment Plant Capital Fund

Fund 512

PURPOSE OF THE FUND:

The San José-Santa Clara Treatment Plant Capital Fund provides all moneys used for capital projects related to the San José-Santa Clara Sewage Treatment Plant and was created in accordance with the March 30, 1959 Sewage Treatment Plant Master Agreement between the City of San José and the City of Santa Clara. The moneys deposited in this fund shall be used to pay the costs and expenses incurred in connection with the acquisition, construction or development of any future capital assets at the San José-Santa Clara Water Pollution Control Plant (WPCP). Furthermore, the funding/fund balance of this account is based on each participating agency's proportional share of the budget for capital costs for the WPCP as apportioned to treatment parameters and as recommended by the Treatment Plant Advisory Committee (TPAC) and approved by the administering agency.

AUTHORITY FOR THE FUND:

This fund is required as stated in the 1959 Treatment Plant Master Agreement. Revenue and expenditure estimates are budgeted via Council funding sources resolution and appropriation ordinance, respectively.

SOURCE OF FUNDS:

- Transfers from Fund 541, Sewer Service and Use Charge Fund
- Contributions from other participating tributary agencies
- Interest earnings
- Transfers from other funds
- Grants
- Bond proceeds

FUND RESTRICTIONS:

Fee increases and changes to the usage of Sewer Service and Use Charge revenue that is transferred to the Treatment Plant Capital Fund are subject to Proposition 218 requirements.

Funds in the San José-Santa Clara Treatment Plant Operating Fund are subject to the restrictions stated in the 1959 Treatment Plant Master Agreement.

LEAD RESPONSIBILITY:

Environmental Services Department

**San José-Santa Clara Treatment
Plant Capital Fund****Fund 512****FINANCIAL INFORMATION AND LOCATION:****Comprehensive Annual Financial Report (CAFR) Designation:**

Proprietary Fund-Enterprise

Budget Location:

Adopted Capital Budget and Capital Improvement Program (Water Pollution Control Capital Program)

Funding Sources Resolution and Appropriation Ordinance Location:

Section 3.02

NOTES:

This fund also contains a reserve for renewal and replacement of equipment as legally required by the Bond Covenant for the current outstanding bonds. This money may not be used for future capital costs.